COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF LOUISVILLE GAS AND)	
ELECTRIC COMPANY AND KENTUCKY UTILITIES)	CASE NO.
COMPANY FOR AUTHORITY TO TRANSFER)	2005-00471
FUNCTIONAL CONTROL OF THEIR)	
TRANSMISSION SYSTEM)	

ORDER

Louisville Gas and Electric Company ("LG&E") and Kentucky Utilities Company ("KU") have applied for approval to transfer functional control of their transmission facilities from the Midwest Independent System Operator ("MISO"), to LG&E and KU, for the purpose of affecting their withdrawal from MISO, and to the Tennessee Valley Authority ("TVA") to the extent necessary for TVA to act as their Reliability Coordinator and to the Southwest Power Pool ("SPP") to the extent necessary for SPP to act as their Independent Transmission Organization.

The relief that the Applicants seek in their current application is entirely dependent upon our final decision in Case No. 2003-00266. Should we deny their application in that proceeding to exit MISO, their application in this proceeding will be rendered moot. Accordingly, we find that, to ensure the most efficient and effective use of the resources of the Commission and all parties and to avoid unnecessary costs and

¹ Case No. 2003-00266, Investigation into the Membership of the Louisville Gas and Electric Company and Kentucky Utilities Company in the Midwest Independent Transmission System Operator, Inc.

proceedings, LG&E and KU's current application should be held in abeyance pending the final outcome of Case No. 2003-00266. If we grant the requested relief in that proceeding, we will then move expeditiously to review the application presented in this proceeding.

IT IS THEREFORE ORDERED that this matter shall be held in abeyance pending a final decision in Case No. 2003-00266.

Done at Frankfort, Kentucky, this 22nd day of December, 2005.

By the Commission

ATTEST:

Kolurt a. amate for the Executive Director